
Closed to the Public

Public Utilities Commission of the State of California

Ratesetting Deliberative Meeting Agenda No. 45

Thursday, July 1, 2004, 10:30 a.m.

San Francisco, California

Commissioners

Michael R. Peevey, President

Geoffrey F. Brown

Susan P. Kennedy

Loretta M. Lynch

Carl W. Wood

This Ratesetting Deliberative Meeting will commence at the above date and time and may be continued from day to day up to the convening of the July 8, 2004, Business Meeting.

Website: <http://www.cpuc.ca.gov>

Ratesetting Deliberative Meetings

10:30 a.m.

Room 5305

505 Van Ness Avenue, San Francisco

**For further information contact the Public Advisor
Phone: (415) 703-2074 E-mail: public.advisor@cpuc.ca.gov**

AGENDA

(Item numbers correspond to the July 8, 2004 Business Meeting Agenda numbers.)

NOTE: Ex Parte Communications are prohibited on Agenda Items 3523 and 3524 from the day of the Ratesetting Deliberative Meeting through the conclusion of the Business Meeting at which a vote on the Proposed Decisions is scheduled. (Rule 7(c)(4)).

3523 A01-02-024 – AT&T Communications of California, Inc. and WorldCom, Inc.

A01-02-035, A02-02-031, A02-02-032, A02-02-034, A02-03-002 – Related matters. This decision adopts revised monthly recurring unbundled network element (UNE) rates for several UNEs that Pacific Bell Telephone Company dba SBC-California sells to competitive local exchange carriers. The UNEs for which revised monthly recurring rates are adopted are loops (including 2-wire, DS-1 and DS-3), switching, dedicated transport, signaling system 7 (SS7) links, and the DS-3 entrance facility without equipment. The rates in today's order replace interim rates for loops and switching that were set in D02-05-042 and replace rates for other UNEs originally adopted in D99-11-050. This order adopts a statewide average 2-wire loop rate of \$12.92 and a flat rate for switching usage of \$2.64 per port. These rates result in a UNE-Platform rate of \$16.90 per month. The Commission sets these rates based on the average of the results of the models proposed by SBC-CA and the HAI Model, Version 5.3, proposed by AT&T Communications of California and WorldCom, Inc. An average of the two competing models is used based on the finding that both models are flawed. These proceedings are closed. (Comr Wood - ALJ Duda)

Pub. Util. Code § 311 – This item was mailed for Public Comment.

Pub. Util. Code §1701.1 -- This proceeding is categorized as Ratesetting. Agenda 3135, Item 33 6/9/2004 (Peevey).

3524 ALTERNATE ORDER TO ITEM NO. 3523

A01-02-035, A02-02-031, A02-02-032, A02-02-034, A02-03-002 – Related matters. This alternate decision adopts revised monthly recurring unbundled network element (UNE) rates for several UNEs that Pacific Bell Telephone Company dba SBC-California sells to competitive local exchange carriers. The alternate adopts a statewide average 2-wire loop rate of \$13.26 and a flat rate for switching usage of \$2.77 per port. These rates result in a UNE-Platform rate of \$17.38 per month. The rates are based on the average of the results of the models proposed by SBC-CA and the HAI Model, Version 5.3, proposed by AT&T Communications of California and WorldCom Inc. An average of the two competing models is used based on the finding that both models are flawed. This alternate incorporates inflation factors into the SBC-CA model and it assumes the use of 60% Integrated Digital Loop Carrier equipment as a modeling input. (Comr Wood)

Agenda 3135, Item 33a 6/9/2004 (Peevey).

